

CONGRESSIONAL BUDGET OFFICE COST ESTIMATE

February 11, 1999

H.R. 221

A bill to amend the Fair Labor Standards Act of 1938 to permit certain youth to perform certain work with wood products

As ordered reported by the House Committee on Education and the Workforce on February 10, 1999

H.R. 221 would amend the Fair Labor Standards Act (FLSA) to permit youths between the ages of 14 and 18 who are members of a religious sect or division that does not permit formal teaching beyond the eighth grade to be employed in the processing of wood products. Absent this legislation, certain Amish-owned sawmills could face fines for child labor law violations. CBO estimates these fines would be less than \$30,000 each year. Therefore, enactment of this bill would result in a reduction of receipts from such fines, but the amount is likely to be insignificant. Nevertheless, pay-as-you-go procedures would apply.

H.R. 221 contains no intergovernmental or private-sector mandates as defined in the Unfunded Mandates Reform Act (UMRA) and would not have any significant effects on the budgets of state, local, or tribal governments.

This estimate was prepared by Christina Hawley Sadoti (federal cost), Hester Grippando (revenues), Susan Sieg (impact on state, local, and tribal governments), and Ralph Smith (impact on the private sector).

This estimate was approved by Paul N. Van de Water, Assistant Director for Budget Analysis.